

BANGKOK BANK BERHAD
199401014060 (299740-W)
(Incorporated in Malaysia)

Unaudited Interim Condensed Financial Statements
30 June 2025

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Performance review for the six-month ended 30 June 2025

Bangkok Bank Berhad ("the Bank") registered a profit before tax ("PBT") of RM22.3 million for the six-month period ended 30 June 2025 as compared to RM25.6 million recorded in the previous corresponding period. The lower profit for current period was mainly due to allowance for expected credit losses charged as compared to allowance for expected credit losses written back in the previous corresponding period.

Gross loans declined from RM2,919.2 million as at 31 December 2024 to RM2,793.2 million as at 30 June 2025 due to large loan repayment.

Deposits from customers (including other financial institutions) decreased from RM2,700.8 million as at 31 December 2024 to RM2,503.0 million as at 30 June 2025. The Bank has heightened efforts on gathering customer deposits to maintain prudent liquidity position. Nevertheless, liquidity coverage ratio and net stable funding ratio were well above regulatory requirements as at 30 June 2025.

The Bank will continue to focus on strengthening its business resilience and practise vigilance in strategy, cost discipline and prudence in risk management to meet challenges ahead.

Unaudited interim condensed statements of financial position as at 30 June 2025

		Group		Bank	
	Note	30.6.2025 RM'000	31.12.2024 RM'000	30.6.2025 RM'000	31.12.2024 RM'000
Assets					
Cash and short-term funds		136,510	158,210	134,490	155,736
Deposits and placements with banks and other financial institutions		69,648	124,325	69,648	124,325
Financial assets at fair value through other comprehensive income ("FVOCI")	12	967,631	933,704	967,631	933,704
Financial assets at amortised costs	13	-	-	-	-
Loans, advances and financing	14	2,605,182	2,732,635	2,605,182	2,732,635
Derivative assets		1,019	246	1,019	246
Tax recoverable		20,257	16,910	20,238	16,894
Other assets	15	6,210	5,602	6,210	5,602
Statutory deposit with Bank Negara Malaysia	16	18,927	37,891	18,927	37,891
Investment in subsidiary		-	-	10	10
Property and equipment	17	112,594	114,686	112,594	114,686
Intangible assets		-	11	-	11
Right-of-use assets	18	4,426	4,741	4,426	4,741
Deferred tax assets		18,872	21,643	18,872	21,643
Total assets		3,961,276	4,150,604	3,959,247	4,148,124
Liabilities and shareholder's equity					
Deposits from customers	19	2,039,931	2,053,614	2,039,931	2,053,614
Deposits and placements from banks and other financial institutions	20	463,100	647,185	463,100	647,185
Derivative liabilities		256	147	256	147
Other liabilities	21	25,869	40,109	24,039	37,817
Total liabilities		2,529,156	2,741,055	2,527,326	2,738,763

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of financial position as at 30 June 2025 (cont'd.)

	Note	Group		Bank	
		30.6.2025 RM'000	31.12.2024 RM'000	30.6.2025 RM'000	31.12.2024 RM'000
Liabilities and shareholder's equity (cont'd.)					
Share capital		1,000,000	1,000,000	1,000,000	1,000,000
FVOCI reserve		37,938	31,724	37,938	31,724
Retained profits		394,182	377,825	393,983	377,637
Shareholder's equity		<u>1,432,120</u>	<u>1,409,549</u>	<u>1,431,921</u>	<u>1,409,361</u>
Total liabilities and shareholder's equity					
		<u>3,961,276</u>	<u>4,150,604</u>	<u>3,959,247</u>	<u>4,148,124</u>
Commitments and contingencies					
	27	1,896,043	1,925,256	1,896,043	1,925,256

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed income statements
For the financial period ended 30 June 2025

		Group			
		Second Quarter Ended		Cumulative 6 Months Ended	
		1.4.2025	1.4.2024	1.1.2025	1.1.2024
		to	to	to	to
Note		30.06.2025	30.06.2024	30.06.2025	30.06.2024
		RM'000	RM'000	RM'000	RM'000
Interest income	22	46,770	50,936	94,102	102,796
Interest expense	23	(20,755)	(25,967)	(43,610)	(52,556)
Net interest income		26,015	24,969	50,492	50,240
Non-interest income	25	2,484	2,989	5,381	5,927
Net income		28,499	27,958	55,873	56,167
Overhead expenses	26	(17,181)	(18,287)	(31,463)	(35,993)
Operating profit		11,318	9,671	24,410	20,174
(Allowance for)/writeback of expected credit losses, net	24	(689)	(3,692)	(2,128)	5,458
Profit before taxation		10,629	5,979	22,282	25,632
Taxation		(2,823)	(1,593)	(5,925)	(6,732)
Net profit for the financial period		7,806	4,386	16,357	18,900
Earnings per share (sen)					
- basic		0.78	0.44	1.64	1.89
- diluted		0.78	0.44	1.64	1.89

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed income statements
For the financial period ended 30 June 2025 (cont'd.)

		Bank			
		Second Quarter Ended		Cumulative 6 Months Ended	
		1.4.2025 to 30.06.2025 RM'000	1.4.2024 to 30.06.2024 RM'000	1.1.2025 to 30.06.2025 RM'000	1.1.2024 to 30.06.2024 RM'000
Note					
Interest income	22	46,770	50,936	94,102	102,796
Interest expense	23	(20,755)	(25,967)	(43,610)	(52,556)
Net interest income		26,015	24,969	50,492	50,240
Non-interest income	25	2,482	2,980	5,365	5,913
Net income		28,497	27,949	55,857	56,153
Overhead expenses	26	(17,179)	(18,285)	(31,461)	(35,991)
Operating profit		11,318	9,664	24,396	20,162
(Allowance for)/writeback of expected credit losses, net	24	(689)	(3,692)	(2,128)	5,458
Profit before taxation		10,629	5,972	22,268	25,620
Taxation		(2,824)	(1,592)	(5,922)	(6,729)
Net profit for the financial period		7,805	4,380	16,346	18,891
Earnings per share (sen)					
- basic		0.78	0.44	1.64	1.89
- diluted		0.78	0.44	1.64	1.89

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of comprehensive income
For the financial period ended 30 June 2025

	Group			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025 to 30.06.2025 RM'000	1.4.2024 to 30.06.2024 RM'000	1.1.2025 to 30.06.2025 RM'000	1.1.2024 to 30.06.2024 RM'000
Net profit for the period	<u>7,806</u>	<u>4,386</u>	<u>16,357</u>	<u>18,900</u>
Items that will not be reclassified subsequently to profit or loss				
Equity securities designated at fair value through other comprehensive income - net changes in fair value	1,278	1,250	1,278	1,250
Items that may be reclassified subsequently to profit or loss				
Debt instruments at fair value through other comprehensive income - net unrealised gain on changes in fair value	2,899	35	4,589	1,378
- expected credit loss	675	1,139	1,448	1,832
Income tax relating to components of other comprehensive income	<u>(695)</u>	<u>(9)</u>	<u>(1,101)</u>	<u>(331)</u>
Other comprehensive income for the period, net of tax	<u>4,157</u>	<u>2,415</u>	<u>6,214</u>	<u>4,129</u>
Total comprehensive income for the period, net of tax	<u>11,963</u>	<u>6,801</u>	<u>22,571</u>	<u>23,029</u>

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of comprehensive income
For the financial period ended 30 June 2025 (cont'd.)

	Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025 to 30.06.2025 RM'000	1.4.2024 to 30.06.2024 RM'000	1.1.2025 to 30.06.2025 RM'000	1.1.2024 to 30.06.2024 RM'000
Net profit for the period	<u>7,805</u>	<u>4,380</u>	<u>16,346</u>	<u>18,891</u>
Items that will not be reclassified subsequently to profit or loss				
Equity securities designated at fair value through other comprehensive income				
- net changes in fair value	1,278	1,250	1,278	1,250
Items that may be reclassified subsequently to profit or loss				
Debt instruments at fair value through other comprehensive income				
- net unrealised profit on changes in fair value	2,899	35	4,589	1,378
- expected credit loss	675	1,139	1,448	1,832
Income tax relating to components of other comprehensive income	<u>(695)</u>	<u>(9)</u>	<u>(1,101)</u>	<u>(331)</u>
Other comprehensive income for the period, net of tax	<u>4,157</u>	<u>2,415</u>	<u>6,214</u>	<u>4,129</u>
Total comprehensive income for the period, net of tax	<u>11,962</u>	<u>6,795</u>	<u>22,560</u>	<u>23,020</u>

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of changes in equity
For the financial period ended 30 June 2025

Group	<--- Non-distributable--->		Distributable	Total
	Share capital	FVOCI reserve	Retained profits	
	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	1,000,000	29,254	346,398	1,375,652
Total comprehensive income	-	4,129	18,900	23,029
At 30 June 2024	<u>1,000,000</u>	<u>33,383</u>	<u>365,298</u>	<u>1,398,681</u>
At 1 January 2025	1,000,000	31,724	377,825	1,409,549
Total comprehensive income	-	6,214	16,357	22,571
At 30 June 2025	<u>1,000,000</u>	<u>37,938</u>	<u>394,182</u>	<u>1,432,120</u>

Bank	<--- Non-distributable--->		Distributable	Total
	Share capital	FVOCI reserve	Retained profits	
	RM'000	RM'000	RM'000	RM'000
At 1 January 2024	1,000,000	29,254	346,240	1,375,494
Total comprehensive income	-	4,129	18,891	23,020
At 30 June 2024	<u>1,000,000</u>	<u>33,383</u>	<u>365,131</u>	<u>1,398,514</u>
At 1 January 2025	1,000,000	31,724	377,637	1,409,361
Total comprehensive income	-	6,214	16,346	22,560
At 30 June 2025	<u>1,000,000</u>	<u>37,938</u>	<u>393,983</u>	<u>1,431,921</u>

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of cash flows
For the financial period ended 30 June 2025

		Group		Bank	
		1.1.2025 to 30.06.2025	1.1.2024 to 30.06.2024	1.1.2025 to 30.06.2025	1.1.2024 to 30.06.2024
	Note	RM'000	RM'000	RM'000	RM'000
Cash flows from operating activities					
Profit before taxation		22,282	25,632	22,268	25,620
Adjustments for:					
Depreciation	26	2,238	2,270	2,238	2,270
Amortisation of intangible assets	26	10	35	10	35
Depreciation of right-of-use assets	26	768	747	768	747
Property and equipment adjustment		385	-	385	-
Interest expense on lease liability	18	87	101	87	101
Gain on lease termination	18	(12)	-	(12)	-
Interest income from debt instruments at FVOCI	22	(17,154)	(16,106)	(17,154)	(16,106)
Allowance of ECL/(Writeback)	24	2,693	(7,740)	2,693	(7,740)
Dividend from financial assets at FVOCI	25	(176)	(164)	(176)	(164)
Unrealised loss on foreign exchange forward	25	(663)	1,045	(663)	1,045
Net amortisation of premium - Financial assets at FVOCI	22	1,438	1,374	1,438	1,374
Operating profit before working capital changes		11,896	7,194	11,882	7,182
(Increase)/Decrease in operating assets:					
Loans, advances and financing		125,976	(14,951)	125,976	(14,951)
Other assets		(608)	156	(608)	156
Statutory deposits with Bank Negara Malaysia		19,000	(1,948)	19,000	(1,948)
		156,264	(9,549)	156,250	(9,561)

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of cash flows
For the financial period ended 30 June 2025 (cont'd.)

	Group		Bank	
	1.1.2025 to 30.06.2025 RM'000	1.1.2024 to 30.06.2024 RM'000	1.1.2025 to 30.06.2025 RM'000	1.1.2024 to 30.06.2024 RM'000
Increase/(Decrease) in operating liabilities:				
Deposits from customers	(13,683)	187,808	(13,683)	187,808
Deposits and placement from banks and other financial institutions	(184,085)	(96,375)	(184,085)	(96,375)
Other liabilities	(13,595)	(5,293)	(13,132)	(5,116)
Cash generated from operating activities	(55,099)	76,591	(54,650)	76,756
Taxes paid	(7,599)	(7,693)	(7,594)	(7,688)
Net cash generated from operating activities	(62,698)	68,898	(62,244)	69,068
Cash flows from investing activities				
Purchase of financial assets at FVOCI	(160,000)	(300,000)	(160,000)	(300,000)
Proceeds from redemption of financial assets at FVOCI	130,000	129,710	130,000	129,710
Interest received from financial asset at FVOCI	17,654	15,659	17,654	15,659
Proceeds from redemption of financial assets at amortised costs	-	6	-	6
Purchase of property and equipment	(531)	(684)	(531)	(684)
Dividend from financial assets at FVOCI	176	164	176	164
Net cash (used in)/generated from investing activities	(12,701)	(155,145)	(12,701)	(155,145)
Cash flows from financing activities				
Payment of lease liabilities	(978)	(754)	(978)	(754)
Net cash used in financing activities	(978)	(754)	(978)	(754)

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Unaudited interim condensed statements of cash flows
For the financial period ended 30 June 2025 (cont'd.)

	Group		Bank	
	1.1.2025	1.1.2024	1.1.2025	1.1.2024
	to	to	to	to
Note	30.06.2025	30.06.2024	30.06.2025	30.06.2024
	RM'000	RM'000	RM'000	RM'000
Net (decrease)/increase in cash and cash equivalents	(76,377)	(87,001)	(75,923)	(86,831)
Cash and cash equivalents at beginning of financial period	282,535	679,542	280,061	676,450
Cash and cash equivalents at end of financial period	206,158	592,541	204,138	589,619
Cash and cash equivalents comprise:				
Cash and short-term funds	136,510	393,594	134,490	390,672
Deposits and placements of banks and other financial institutions	69,648	198,947	69,648	198,947
	206,158	592,541	204,138	589,619

These unaudited interim condensed financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and accompanying explanatory notes attached to these unaudited interim condensed financial statements.

Notes to the unaudited interim condensed financial statements - 30 June 2025

1. Corporate information

Bangkok Bank Berhad ("the Bank") is a public limited liability licensed bank, incorporated and domiciled in Malaysia. The registered office of the Bank is located at 1-45-01, Menara Bangkok Bank, Laman Sentral Berjaya, 105 Jalan Ampang, 50450 Kuala Lumpur.

The principal activities of the Bank are banking and related financial services.

The Bank also controls a wholly-owned subsidiary named BBL Nominees (Tempatan) Sdn. Bhd. The principal activity of its subsidiary is provision of nominees services to local clients of the Bank.

There have been no significant changes in the nature of the principal activities during the financial period.

The ultimate holding company of the Bank is Bangkok Bank Public Company Limited, a bank incorporated in Thailand.

2. Basis of preparation of the financial statements

2.1 Basis of preparation and presentation of the unaudited interim condensed financial statements

The unaudited interim condensed financial statements have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board ("IASB").

The unaudited interim condensed financial statements have been prepared under the historical cost convention except for the following assets which are stated at fair value: financial assets at FVOCI and derivatives. The unaudited interim condensed financial statements are presented in Ringgit Malaysia ("RM"), which is the Bank's functional currency and all values are rounded to the nearest thousand ("RM'000") except when otherwise indicated.

The unaudited interim condensed financial statements do not include all the information and disclosures required in the audited annual financial statements, and should be read in conjunction with the audited annual financial statements for the financial year ended 31 December 2024. These explanatory notes attached to the unaudited interim condensed financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group and of the Bank since the financial year ended 31 December 2024.

2. Basis of preparation of the financial statements (cont'd.)

2.2 Changes in accounting policies

The accounting policies adopted in the preparation of the unaudited interim condensed financial statements are consistent with those followed in the preparation of the annual financial statements for the year ended 31 December 2024, except for the amendments to standards effective as of 1 January 2025 as follows:

Descriptions	Effective for annual periods beginning on or after
Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates: <i>Lack of exchangeability</i>	1 January 2025

The initial application of the amendments to standards did not have any significant impact to the financial statements of the Group and the Bank.

2.3 Amendments to standards, annual improvements to standards and IC Interpretations issued but not yet effective

As at the reporting date, the following are relevant amendments to standards, annual improvements to standards issued by the Malaysian Accounting Standards Board ("MASB"), but not yet effective, up to the date of issuance of the Group's and of the Bank's financial statements. The Group and the Bank intend to adopt them when they become effective:

Descriptions	Effective for annual periods beginning on or after
Amendments to MFRS 7 <i>Financial Instruments: Disclosures</i>	1 January 2026
Amendments to MFRS 9 <i>Financial Instruments</i>	1 January 2026
Amendments to MFRS 10 <i>Consolidated Financial Statements</i>	1 January 2026
Amendments to MFRS 107 <i>Statement of Cash Flows</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027

2. Basis of preparation of the financial statements (cont'd.)

2.4 Significant accounting judgements, estimates and assumptions

The preparation of the Group's and the Bank's financial statements in accordance with MFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of revenue, expenses, assets and liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In the process of applying the Group's and the Bank's accounting policies, management has made the following judgements, estimates and assumptions concerning the future and other key sources of estimation uncertainty at the reporting that, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year. Existing circumstances and assumptions about future developments may change due to circumstances beyond the Group's and the Bank's control and are reflected in the assumptions if and when they occur.

(a) Impairment losses on financial assets

The measurement of impairment losses under MFRS 9 across all categories of financial assets requires judgement, in particular, estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and assessment of significant increase in credit risk. These estimates are driven by a number of factors, changes which can result in different levels of allowances.

The Group and the Bank's Expected Credit Loss ("ECL") calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

- The Group's and the Bank's internal credit grading model, which assigns PDs to the individual grades;
- The Group's and the Bank's criteria for assessing if there has been a significant increase in credit risk resulting in impairment losses on financial assets to be measured on a lifetime basis and the qualitative assessment;
- Development of ECL models, including the various formulas and the choice of inputs;
- ECL is adjusted with a management overlay where considered appropriate;
- Determination of associations between macroeconomic factors and the effect on PDs, LGDs and EADs; and
- Selection of forward-looking macroeconomic scenarios and their probability weightings.

2. Basis of preparation of the financial statements (cont'd.)

2.4 Significant accounting judgements, estimates and assumptions (cont'd.)

(b) Deferred tax and current tax

In determining the Group's and the Bank's tax charge for the year involves estimation and judgement, which includes an interpretation of local tax law and an assessment of whether the tax authority will accept the position taken. The Group and the Bank provide for current tax liabilities at the best estimate based on all available evidence and the amount that is expected to be paid to the tax authority where an outflow is probable.

The recoverability of the Group's and the Bank's deferred tax assets is based on management's judgement of the availability of future taxable profits against which the deferred tax assets will be utilised.

3. Auditors' report on preceding annual financial statements

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2024 was not subject to any qualification.

4. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group and the Bank during the six months ended 30 June 2025.

5. Comments about seasonal or cyclical factors

The business operations of the Group and the Bank are not materially affected by any seasonal or cyclical factors.

6. Changes in estimates

There were no significant changes in estimates of amounts reported in prior financial period that have a material effect in the current financial period.

7. Debt and equity securities

There were no issuances, repurchases and repayments of debt and equity securities during the six months period ended 30 June 2025.

8. Subsequent events

There were no material events subsequent to the end of the current period that require disclosure or adjustments to the interim condensed financial statements.

9. Changes in composition of the Group

There were no changes in the composition of the Group during the six months ended 30 June 2025.

10. Dividends paid

No dividend was declared or paid during the six months ended 30 June 2025.

11. Segmental information

As the Group does not have foreign operations, the Group is not required to present separate identifiable geographical segments.

12. Financial assets at fair value through other comprehensive income

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Debt instruments		
Malaysian Government Securities	436,563	484,999
Government Investment Issues	152,682	152,059
Negotiable Instruments of Deposit	80,203	-
Corporate bonds	266,875	266,616
	<u>936,323</u>	<u>903,674</u>
Equity instruments		
Unquoted shares	31,308	30,030
	<u>967,631</u>	<u>933,704</u>

12. Financial assets at fair value through other comprehensive income (cont'd.)

Movements in the allowance for ECL on debt instruments at FVOCI are as follows:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2025	3,911	-	-	3,911
New debt instruments originated	669	-	-	669
ECL allowance charged	997	-	-	997
Debt instruments derecognised	(218)	-	-	(218)
At 30 June 2025	<u>5,359</u>	<u>-</u>	<u>-</u>	<u>5,359</u>
Group and Bank				
At 1 January 2024	3,494	-	-	3,494
New debt instruments originated	1,224	-	-	1,224
ECL allowance charged	252	-	-	252
Debt instruments derecognised	(1,059)	-	-	(1,059)
At 31 December 2024	<u>3,911</u>	<u>-</u>	<u>-</u>	<u>3,911</u>

13. Financial assets at amortised cost

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Debt instruments		
Corporate bonds	-	-
Unquoted securities:		
Corporate bonds	<u>421</u>	<u>421</u>
	421	421
Less: allowance for ECL	<u>(421)</u>	<u>(421)</u>
	<u>-</u>	<u>-</u>

Movements in the allowance for ECL on financial assets at amortised cost are as follows:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2025	-	-	421	421
ECL allowance writeback	-	-	-	-
At 30 June 2025	<u>-</u>	<u>-</u>	<u>421</u>	<u>421</u>

13. Financial assets at amortised cost (cont'd.)

Group and Bank	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
At 1 January 2024	-	-	427	427
ECL allowance writeback	-	-	(6)	(6)
At 31 December 2024	-	-	421	421

14. Loans, advances and financing

	Group and Bank	
	30.6.2025 RM'000	31.12.2024 RM'000
At amortised cost		
Overdrafts	25,917	34,834
Term loans:		
- Housing loans	497	680
- Syndicated term loan	63,690	67,148
- Other term loans	691,437	687,083
Revolving credits	1,195,206	1,297,590
Bills receivables	352,933	318,777
Trust receipts	121,125	149,180
Bankers' acceptances	344,237	365,915
Staff loans	361	240
	<u>2,795,403</u>	<u>2,921,447</u>
Unearned interest	(2,162)	(2,230)
Gross loans, advances and financing	<u>2,793,241</u>	<u>2,919,217</u>
Less: allowance for ECL		
- Stage 1	(27,941)	(26,371)
- Stage 2	(115)	(4,481)
- Stage 3	(86,580)	(82,426)
- Management overlay	(73,423)	(73,304)
	<u>(188,059)</u>	<u>(186,582)</u>
Net loans, advances and financing	<u>2,605,182</u>	<u>2,732,635</u>

14. Loans, advances and financing (cont'd.)

- (i) The maturity structure of loans, advances and financing are as follows:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Maturing within one year	2,131,436	2,243,995
One year to three years	117,577	189,469
Three years to five years	108,525	115,825
Over five years	435,703	369,928
	<u>2,793,241</u>	<u>2,919,217</u>

- (ii) Loans, advances and financing according to economic sectors are as follows:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Primary agriculture	135,057	142,549
Mining and quarrying	6,486	7,008
Manufacturing	860,827	859,859
Electricity, gas and water supply	16,111	18,428
Construction	264,823	353,945
Wholesale and retail trade and restaurants and hotels	233,531	180,114
Transport, storage and communication	171,383	172,544
Finance, insurance, real estate and business activities	1,101,514	1,181,088
Household	3,509	3,682
	<u>2,793,241</u>	<u>2,919,217</u>

- (iii) Loans, advances and financing according to type of customer are as follows:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Domestic non-bank financial institutions	529,804	529,099
Domestic business enterprises:		
- Small medium enterprises	189,568	211,885
- Others	2,070,360	2,174,551
Individuals	3,509	3,682
	<u>2,793,241</u>	<u>2,919,217</u>

14. Loans, advances and financing (cont'd.)

(iv) Loans, advances and financing according to interest/profit rate sensitivity are as follows:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Fixed rate		
- Other fixed rate loan/financing	46,739	46,739
Variable rate		
- Base lending rate plus	83,692	89,920
- Cost-plus	2,068,928	2,409,634
- Other variable rates	593,882	372,924
	<u>2,793,241</u>	<u>2,919,217</u>

(v) All loans, advances and financing of the Group and the Bank are to customers in Malaysia.

(vi) Movements in impaired loans, advances and financing are as follows:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Balance as at 1 January	97,849	91,403
Classified as impaired during the period/year	10,048	36,665
Amount recovered during the period/year	(8,936)	(14,376)
Amount written off during the period/year	-	(15,843)
Balance as at 30 June/31 December	<u>98,961</u>	<u>97,849</u>
Allowance for ECL Stage 3	<u>(86,580)</u>	<u>(82,426)</u>
Net impaired loans, advances and financing	<u>12,381</u>	<u>15,423</u>
Ratio of net impaired loans, advances and financing to gross loans, advances and financing less Stage 3 ECL allowance	<u>0.46%</u>	<u>0.54%</u>

14. Loans, advances and financing (cont'd.)

(vii) Movements in the allowance for ECL on loans, advances and financing are as follows:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2025	26,371	4,481	82,426	113,278
- Management overlay				73,304
	26,371	4,481	82,426	186,582
New loans, advances and financing originated	3,397	-	-	3,397
Loans, advances and financing derecognised (other than write-off)	(1,007)	(17)	(5,591)	(6,615)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	(4,330)	4,330	-
Net changes in loan loss allowances	(820)	(19)	5,415	4,576
Management overlay	-	-	-	119
At 30 June 2025	27,941	115	86,580	188,059
Group and Bank				
At 1 January 2024	25,911	6,285	78,715	110,911
- Management overlay				71,710
	25,911	6,285	78,715	182,621
New loans, advances and financing originated	1,066	-	-	1,066
Loans, advances and financing derecognised (other than write-off)	(1,137)	(952)	(13,903)	(15,992)
Transfer to Stage 1	17	(17)	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	(249)	-	14,499	14,250
Net changes in loan loss allowances	763	(835)	18,958	18,886
Amount written off	-	-	(15,843)	(15,843)
Management overlay	-	-	-	1,594
At 31 December 2024	26,371	4,481	82,426	186,582

14. Loans, advances and financing (cont'd.)

(viii) Impaired loans, advances and financing according to economic sector are as follows:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Manufacturing	64,994	67,862
Construction	25,758	21,610
Wholesale and retail trade and restaurants and hotels	7,911	7,910
Household	298	467
	<u>98,961</u>	<u>97,849</u>

15. Other assets

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Deposits	808	811
Prepayments	1,533	1,735
Other receivables	3,869	3,056
	<u>6,210</u>	<u>5,602</u>

16. Statutory deposit with Bank Negara Malaysia

The non-interest bearing statutory deposit is maintained with Bank Negara Malaysia in compliance with Section 26(2)(c) and Section 26(3) of the Central Bank of Malaysia Act 2009, the amounts of which are determined as a set percentage of total eligible liabilities of the Bank.

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Statutory deposit with Bank Negara Malaysia	19,000	38,000
ECL allowance charged	(73)	(109)
	<u>18,927</u>	<u>37,891</u>

17. Property and equipment

During the six months ended 30 June 2025, the Group and the Bank acquired assets with a cost of RM531,000 (31.12.2024: RM2,508,000).

18. Right-of-use assets and lease liabilities

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Right-of-use assets		
At 1 January	9,553	11,478
Non-cash addition	453	661
Termination	(384)	(2,586)
At 30 June/December	9,622	9,553
Accumulated amortisation		
At 1 January	4,812	5,884
Charged for the period/year (Note 26)	768	1,514
Termination	(384)	(2,586)
At 30 June/December	5,196	4,812
	4,426	4,741

The Group and the Bank lease a number of premises and office equipment with lease term ranges between 1-15 years (2024: 1-15 years), with an option for renewal. The leased assets are utilised to carry out the Bank's operational activities

Lease liabilities

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
At 1 January	5,401	6,050
Non-cash addition	453	661
Accretion of interest expense (Note 23)	87	190
Lease payment	(978)	(1,500)
Termination	(12)	-
At 30 June/December (Note 21)	4,951	5,401

The weighted average discount rate applied ranges from 1.84% to 3.72% (2024: 1.84% to 3.72%) per annum. The Group does not face a significant liquidity risk with regard to its lease liabilities.

19. Deposits from customers

(i) By type of deposit:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Fixed deposits	1,524,464	1,290,962
Current accounts	231,414	342,516
Savings deposits	6,649	6,784
Short term deposits	277,404	413,352
	<u>2,039,931</u>	<u>2,053,614</u>

(ii) The maturity structure of fixed deposits and short term deposits are as follows:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Due within six months	1,159,045	1,334,502
Six months to one year	431,672	365,825
One year to three years	210,393	3,468
Over three years	758	519
	<u>1,801,868</u>	<u>1,704,314</u>

(iii) The deposits are sourced from the following customers:

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Business enterprises	1,350,530	1,306,908
Individuals	427,893	402,414
Others	261,508	344,292
	<u>2,039,931</u>	<u>2,053,614</u>

20. Deposits and placements from banks and other financial institutions

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Licensed banks	367,576	443,255
Other financial institutions	95,524	203,930
	<u>463,100</u>	<u>647,185</u>

21. Other liabilities

	Group		Bank	
	30.6.2025	31.12.2024	30.6.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Accruals	7,765	13,372	5,935	11,080
Allowance for ECL on commitments and contingencies	3,723	3,919	3,723	3,919
Lease liabilities (Note 18)	4,951	5,401	4,951	5,401
Other payables	9,430	17,417	9,430	17,417
	<u>25,869</u>	<u>40,109</u>	<u>24,039</u>	<u>37,817</u>

21. Other liabilities (cont'd.)

Movements in the allowance for impairment on loan/financing commitments and financial guarantees are as follows:

	Stage 1 ECL RM'000	Stage 2 ECL RM'000	Stage 3 ECL RM'000	Total RM'000
Group and Bank				
At 1 January 2025	2,164	265	1,490	3,919
New loan/financing commitments, and financing guarantee originated	53	-	-	53
Loan/financing commitments, and financing guarantee derecognised	(198)	-	-	(198)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Net changes in loan loss allowances	(64)	13	-	(51)
At 30 June 2025	<u>1,955</u>	<u>278</u>	<u>1,490</u>	<u>3,723</u>
Group and Bank				
At 1 January 2024	3,804	367	15,740	19,911
New loan/financing commitments, and financing guarantee originated	297	-	-	297
Loan/financing commitments, and financing guarantee derecognised	(1,056)	(89)	-	(1,145)
Transfer to Stage 1	5	(5)	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	(14,250)	(14,250)
Net changes in loan loss allowances	(886)	(8)	-	(894)
At 31 December 2024	<u>2,164</u>	<u>265</u>	<u>1,490</u>	<u>3,919</u>

22. Interest income

	Group and Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025 to 30.6.2025 RM'000	1.4.2024 to 30.6.2024 RM'000	1.1.2025 to 30.6.2025 RM'000	1.1.2024 to 30.6.2024 RM'000
Loans, advances and financing				
- Interest income other than recoveries from impaired loans	34,554	37,043	71,235	74,182
- Recoveries from impaired loans	269	-	269	-
- Interest income on impaired loans	241	207	520	420
Deposits and placements with banks and other financial institutions	3,213	6,380	6,362	13,462
Debt instruments at FVOCI	8,464	7,996	17,154	16,106
	<u>46,741</u>	<u>51,626</u>	<u>95,540</u>	<u>104,170</u>
Amortisation of premium				
- Financial assets at FVOCI	29	(690)	(1,438)	(1,374)
	<u>46,770</u>	<u>50,936</u>	<u>94,102</u>	<u>102,796</u>

23. Interest expense

	Group and Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025 to 30.6.2025 RM'000	1.4.2024 to 30.6.2024 RM'000	1.1.2025 to 30.6.2025 RM'000	1.1.2024 to 30.6.2024 RM'000
Deposits from customers	16,948	21,728	35,013	43,798
Deposits and placements from banks and other financial institutions	3,765	4,190	8,510	8,657
Accretion of interest expense (Note 18)	42	49	87	101
	<u>20,755</u>	<u>25,967</u>	<u>43,610</u>	<u>52,556</u>

24. Allowance for expected credit lossess ("ECL") made/(written back), net

	Group and Bank			
	Cumulative 6 Months Ended			
	1.1.2025 to 30.6.2025			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for ECL made				
- Cash and short term funds	31	-	-	31
- Financial assets at FVOCI	1,666	-	-	1,666
- Loans, advances and financing	6,120	-	9,771	15,891
- Management overlay	-	-	-	119
- Commitment and contingencies	545	13	-	558
	<u>8,362</u>	<u>13</u>	<u>9,771</u>	<u>18,265</u>
Allowance for ECL written back				
- Deposits and placements with banks and other financial institutions	(227)	-	-	(227)
- Financial assets at FVOCI	(218)	-	-	(218)
- Loans, advances and financing	(4,550)	(4,366)	(5,617)	(14,533)
- Statutory deposit with Bank Negara Malaysia	(36)	-	-	(36)
- Commitment and contingencies	(754)	-	-	(754)
	<u>(5,785)</u>	<u>(4,366)</u>	<u>(5,617)</u>	<u>(15,768)</u>
Impaired loans, advances and financing recovered	-	-	(369)	(369)
Total	<u>2,577</u>	<u>(4,353)</u>	<u>3,785</u>	<u>2,128</u>

24. Allowance for expected credit lossess ("ECL") made/(written back), net (cont'd.)

	Group and Bank Cumulative 6 Months Ended 1.1.2024 to 30.6.2024			
	Stage 1	Stage 2	Stage 3	Total
	RM'000	RM'000	RM'000	RM'000
Allowance for ECL made				
- Cash and short term funds	1,461	-	-	1,461
- Deposits and placements with banks and other financial institutions	839	-	-	839
- Financial assets at FVOCI	1,951	-	-	1,951
- Loans, advances and financing	3,503	8,405	420	12,328
- Statutory deposit with Bank Negara Malaysia	52	-	-	52
- Commitment and contingencies	33	-	-	33
	<u>7,839</u>	<u>8,405</u>	<u>420</u>	<u>16,664</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(119)	-	-	(119)
- Financial assets at amortised costs	-	-	(6)	(6)
- Loans, advances and financing	(3,343)	(775)	(10,051)	(14,169)
- Management overlay	-	-	-	(6,118)
- Commitment and contingencies	(1,551)	(89)	-	(1,640)
	<u>(5,013)</u>	<u>(864)</u>	<u>(10,057)</u>	<u>(22,052)</u>
Impaired loans, advances and financing recovered	-	-	(70)	(70)
Total	<u>2,826</u>	<u>7,541</u>	<u>(9,707)</u>	<u>(5,458)</u>

24. Allowance for expected credit lossess ("ECL") made/(written back), net (cont'd.)

	Group and Bank Second Quarter Ended 1.4.2025 to 30.6.2025			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Allowance for ECL made				
- Financial assets at FVOCI	675	-	-	675
- Loans, advances and financing	3,359	-	9,492	12,851
- Management overlay	-	-	-	1,370
- Commitment and contingencies	229	4	-	233
	<u>4,263</u>	<u>4</u>	<u>9,492</u>	<u>15,129</u>
Allowance for ECL written back				
- Cash and short term funds	(1,824)	-	-	(1,824)
- Deposits and placements with banks and other financial institutions	(23)	-	-	(23)
- Loans, advances and financing	(1,975)	(4,357)	(5,551)	(11,883)
- Statutory deposit with Bank Negara Malaysia	(73)	-	-	(73)
- Commitment and contingencies	(268)	-	-	(268)
	<u>(4,163)</u>	<u>(4,357)</u>	<u>(5,551)</u>	<u>(14,071)</u>
Impaired loans, advances and financing recovered	-	-	(369)	(369)
Total	<u>100</u>	<u>(4,353)</u>	<u>3,572</u>	<u>689</u>

24. Allowance for expected credit lossess ("ECL") made/(written back), net (cont'd.)

	Group and Bank Second Quarter Ended 1.4.2024 to 30.6.2024			
	Stage 1 RM'000	Stage 2 RM'000	Stage 3 RM'000	Total RM'000
Allowance for ECL made				
- Cash and short term funds	154	-	-	154
- Deposits and placements with banks and other financial institutions	1,190	-	-	1,190
- Financial assets at FVOCI	1,186	-	-	1,186
- Loans, advances and financing	-	6,843	216	7,059
- Statutory deposit with Bank Negara Malaysia	43	-	-	43
- Management overlay	-	-	-	(2,736)
	<u>2,573</u>	<u>6,843</u>	<u>216</u>	<u>6,896</u>
Allowance for ECL written back				
- Financial assets at FVOCI	(47)	-	-	(47)
- Loans, advances and financing	(639)	(160)	(2,051)	(2,850)
- Commitment and contingencies	(201)	(36)	-	(237)
	<u>(887)</u>	<u>(196)</u>	<u>(2,051)</u>	<u>(3,134)</u>
Impaired loans, advances and financing recovered	-	-	(70)	(70)
Total	<u>1,686</u>	<u>6,647</u>	<u>(1,905)</u>	<u>3,692</u>

25. Non-interest income

	Group			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025	1.4.2024	1.1.2025	1.1.2024
	to	to	to	to
	30.6.2025	30.6.2024	30.6.2025	30.6.2024
	RM'000	RM'000	RM'000	RM'000
Fee income:				
Commission	514	798	999	1,464
Service charges and fees	295	218	628	489
Guarantee fees	375	435	871	836
	<u>1,184</u>	<u>1,451</u>	<u>2,498</u>	<u>2,789</u>
Investment income:				
Gross dividend from financial assets at FVOCI	176	164	176	164
	<u>176</u>	<u>164</u>	<u>176</u>	<u>164</u>
Other income:				
Foreign exchange gain/(loss)	(114)	1,949	965	3,537
Unrealised gain/(loss) on foreign exchange forwards	764	(832)	663	(1,045)
Rental income	472	255	822	475
Others	2	2	257	7
	<u>1,124</u>	<u>1,374</u>	<u>2,707</u>	<u>2,974</u>
Total	<u>2,484</u>	<u>2,989</u>	<u>5,381</u>	<u>5,927</u>

25. Non-interest income (cont'd.)

	Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025	1.4.2024	1.1.2025	1.1.2024
	to	to	to	to
	30.6.2025	30.6.2024	30.6.2025	30.6.2024
	RM'000	RM'000	RM'000	RM'000
Fee income:				
Commission	512	789	983	1,450
Service charges and fees	295	218	628	489
Guarantee fees	375	435	871	836
	<u>1,182</u>	<u>1,442</u>	<u>2,482</u>	<u>2,775</u>
Investment income:				
Gross dividend from				
financial assets at FVOCI	176	164	176	164
	<u>176</u>	<u>164</u>	<u>176</u>	<u>164</u>
Other income:				
Foreign exchange gain/(loss)	(114)	1,949	965	3,537
Unrealised gain/(loss) on foreign				
exchange forwards	764	(832)	663	(1,045)
Rental income	472	255	822	475
Others	2	2	257	7
	<u>1,124</u>	<u>1,374</u>	<u>2,707</u>	<u>2,974</u>
Total	<u>2,482</u>	<u>2,980</u>	<u>5,365</u>	<u>5,913</u>

26. Overhead expenses

	Group			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025	1.4.2024	1.1.2025	1.1.2024
	to	to	to	to
	30.6.2025	30.6.2024	30.6.2025	30.6.2024
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
Salaries, allowances and bonuses	9,728	10,289	16,096	20,464
Defined Contribution Plan				
- Employees Provident Fund	1,412	1,485	2,151	2,835
Others	1,278	1,193	2,411	1,861
	<u>12,418</u>	<u>12,967</u>	<u>20,658</u>	<u>25,160</u>
Establishment costs				
Depreciation	1,114	1,153	2,238	2,270
Amortisation of intangible assets	3	13	10	35
Depreciation of right-of-use assets (Note 18)	385	378	768	747
Repair and maintenance	766	664	1,538	1,315
Information technology	87	315	545	667
Others	578	575	1,120	1,089
	<u>2,933</u>	<u>3,098</u>	<u>6,219</u>	<u>6,123</u>
Marketing costs				
Advertising and publicity	29	6	122	88
Others	9	17	53	73
	<u>38</u>	<u>23</u>	<u>175</u>	<u>161</u>
Administration and general costs				
Communication expenses	275	288	554	558
Subscriptions	620	602	1,372	1,226
Professional fees	8	191	279	196
Auditors remunerations	116	96	205	184
Non-executive directors' remuneration	417	418	838	835
Insurance	(115)	46	229	389
Travelling	56	70	81	161
Others	415	488	853	1,000
	<u>1,792</u>	<u>2,199</u>	<u>4,411</u>	<u>4,549</u>
Total	<u>17,181</u>	<u>18,287</u>	<u>31,463</u>	<u>35,993</u>

26. Overhead expenses (cont'd.)

	Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025 to 30.6.2025 RM'000	1.4.2024 to 30.6.2024 RM'000	1.1.2025 to 30.6.2025 RM'000	1.1.2024 to 30.6.2024 RM'000
Personnel costs				
Salaries, allowances and bonuses	9,728	10,289	16,096	20,464
Defined Contribution Plan				
- Employees Provident Fund	1,412	1,485	2,151	2,835
Others	1,278	1,193	2,411	1,861
	<u>12,418</u>	<u>12,967</u>	<u>20,658</u>	<u>25,160</u>
Establishment costs				
Depreciation	1,114	1,153	2,238	2,270
Amortisation of intangible assets	3	13	10	35
Depreciation of right-of-use assets (Note 18)	385	378	768	747
Repair and maintenance	766	664	1,538	1,315
Information technology	87	315	545	667
Others	578	575	1,120	1,089
	<u>2,933</u>	<u>3,098</u>	<u>6,219</u>	<u>6,123</u>
Marketing costs				
Advertising and publicity	29	6	122	88
Others	9	17	53	73
	<u>38</u>	<u>23</u>	<u>175</u>	<u>161</u>
Administration and general costs				
Communication expenses	275	288	554	558
Subscriptions	620	602	1,372	1,226
Professional fees	8	191	279	196
Auditors remunerations	114	94	203	182
Non-executive directors' remuneration	417	418	838	835
Insurance	(115)	46	229	389
Travelling	56	70	81	161
Others	415	488	853	1,000
	<u>1,790</u>	<u>2,197</u>	<u>4,409</u>	<u>4,547</u>
Total	<u>17,179</u>	<u>18,285</u>	<u>31,461</u>	<u>35,991</u>

27. Commitments and contingencies

In the normal course of business, the Group and the Bank make various commitments and incur certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions.

The Group and the Bank do not enter into over-the-counter ("OTC") derivative transactions, repo-style transactions and credit derivative contracts booked in its trading and banking books other than the involvement in derivatives restricted to foreign forward exchange contracts.

Risk weighted exposures of the Group and the Bank as at the reporting date are as below:

Group and Bank	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Amount RM'000
30 June 2025				
Direct credit substitutes	4,465	-	4,465	2,116
Transaction-related contingent items	222,606	-	110,558	107,841
Short-term self-liquidating trade-related contingencies	25,909	-	5,182	5,095
Forward foreign exchange contracts				
- less than one year	96,364	1,019	1,431	1,064
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	34,320	-	17,160	17,160
- maturity less than one year	1,511,698	-	302,339	300,049
Any commitment that are unconditionally cancelled at any time without prior notice	681	-	-	-
Total	1,896,043	1,019	441,135	433,325

27. Commitments and contingencies (cont'd.)

Risk weighted exposures of the Group and the Bank as at the reporting date are as below:

Group and Bank	Principal Amount RM'000	Positive Fair Value of Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Amount RM'000
31 December 2024				
Direct credit substitutes	6,457	-	6,457	2,252
Transaction-related contingent items	222,664	-	110,587	107,902
Short-term self-liquidating trade-related contingencies	30,631	-	6,126	6,126
Forward foreign exchange contracts				
- less than one year	101,815	246	1,188	828
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	54,665	-	27,333	27,333
- maturity less than one year	1,507,535	-	301,507	291,276
Any commitment that are unconditionally cancelled at any time without prior notice	1,489	-	-	-
Total	1,925,256	246	453,198	435,717

The credit equivalent amount and risk-weighted amount are arrived at using the credit conversion factors as defined in Bank Negara Malaysia's revised Risk Weighted Capital Adequacy Framework: Standardised Approach (Basel II).

28. Fair value hierarchy

The Group and the Bank use the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair values are observable, either directly or indirectly; and

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows the analysis of financial instruments recorded and disclosed at their fair values by level of hierarchy:

Group and Bank 30 June 2025	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<u>Financial assets at FVOCI (Note 12)</u>				
Debt instruments				
Malaysian Government				
Securities	-	436,563	-	436,563
Government Investment Issue	-	152,682	-	152,682
Negotiable Instruments of				
Deposit	-	80,203	-	80,203
Corporate bonds	-	266,875	-	266,875
Equity instruments				
Unquoted shares	-	-	31,308	31,308
	-	936,323	31,308	967,631
<u>Derivatives financial instruments</u>				
Derivative financial assets				
Unrealised gain on derivatives	-	1,019	-	1,019
Derivative financial liabilities				
Unrealised loss on derivatives	-	(256)	-	(256)

28. Fair value hierarchy (cont'd.)

Group and Bank	Level 1	Level 2	Level 3	Total
31 December 2024	RM'000	RM'000	RM'000	RM'000
<u>Financial assets at FVOCI (Note 12)</u>				
Debt instruments				
Malaysian Government				
Securities	-	484,999	-	484,999
Government Investment Issue	-	152,059	-	152,059
Bank Negara Malaysia Bills	-	-	-	-
Corporate bonds	-	266,616	-	266,616
Equity instruments :				
Unquoted shares	-	-	30,030	30,030
	-	903,674	30,030	933,704
<u>Derivatives financial instruments</u>				
Derivative financial assets :				
Unrealised gain on derivatives	-	246	-	246
Derivative financial liabilities :				
Unrealised loss on derivatives	-	(147)	-	(147)

There have been no transfers between Level 1 and Level 2 during the current period and previous financial year.

Valuation methods and assumptions

The fair value of the financial assets and liabilities is the amount at which the asset could be sold or the liability transferred in a current transaction between market participants, other than in a forced or liquidation sale.

The fair value of financial assets measured through profit and loss, other comprehensive income and amortised costs are estimated based on broker/dealer price quotations. Unquoted securities were revalued using Cost/Asset Based Approach, specifically the Adjusted Net Assets Method.

Derivative products valued using valuation technique with significant market observable inputs are mainly interest rate swaps, currency swaps and forward exchange contracts. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange and forward rates and interest rate curves.

29. Capital adequacy

- (a) The capital adequacy ratios of the Bank are computed in accordance with BNM's Guidelines on Capital Adequacy Frameworks on Capital Components and Basel II - Risk-weighted Assets. The minimum regulatory capital adequacy ratios before including capital conservation buffer and countercyclical capital buffer ("CCyB") for Common Equity Tier 1 ("CET 1") Capital Ratio, Tier 1 Capital Ratio and Total Capital Ratio are 4.5%, 6.0% and 8.0% respectively.

The total risk-weighted assets of the Bank are computed based on the following approaches:

- (i) Standardised Approach for Credit Risk;
- (ii) Standardised Approach for Market Risk;
- (iii) Standardised Approach for Operational Risk.

For the purpose of consolidation for financial reporting, the Group comprised the consolidated results of Bank and its wholly-owned subsidiary, BBL Nominees (Tempatan) Sdn. Bhd. , which is not involved in banking operations. The subsidiary is fully consolidated in the Group's financial statements.

As the Bank's subsidiary is not involved in banking operations and is of an immaterial size relative to the Bank, the Group does not prepare and submit separate Group's capital adequacy ratios for the purpose of consolidation for regulatory reporting.

- (b) Banking institutions are also required to maintain a capital conservation buffer of up to 2.5% and a CCyB above the minimum regulatory capital adequacy ratios.

A CCyB is required to be maintained if this buffer is applied by regulators in countries which the Bank have exposures to, determined based on the weighted average of prevailing CCyB rates applied in those jurisdictions.

- (c) The capital adequacy ratios of the Bank as at the reporting date, are as follows:

	Bank	
	30.6.2025	31.12.2024
CET 1 Capital Ratio	38.53%	36.34%
Tier 1 Capital Ratio	38.53%	36.34%
Total Capital Ratio	<u>39.73%</u>	<u>37.52%</u>

29. Capital adequacy (cont'd.)

(d) The components of common equity Tier 1 and Tier 2 capital of the Bank are as follows:

	Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
CET 1 Capital		
Paid-up share capital	1,000,000	1,000,000
Unrealised gain on financial assets at FVOCI	37,938	31,724
Retained profits	393,983	377,637
Less: Regulatory adjustments, applied on CET1 Capital:		
Other intangibles	-	(11)
Deferred tax assets	(18,872)	(21,643)
55% of unrealised gain on financial assets at FVOCI	(20,866)	(17,448)
Total CET 1 Capital	1,392,183	1,370,259
Tier 2 Capital		
Stage 1 and 2 ECL *	43,164	44,412
Less: Investment in subsidiary	(10)	(10)
Total Tier 2 Capital	43,154	44,402
Total capital		
CET 1 Capital	1,392,183	1,370,259
Tier 2 Capital	43,154	44,402
Total Capital	1,435,337	1,414,661

* Subject to a maximum of 1.25% of the total credit RWA determined under the Standardised Approach for credit risk.

Terms and conditions of the main features of all capital instruments are disclosed in the respective notes. The Bank does not have any innovative, non-innovative, complex or hybrid capital instruments.

29. Capital adequacy (cont'd.)

(e) The breakdown of risk-weighted assets (excluding deferred tax assets) of the Bank in the various categories of risk-weights are as follows:

	Principal	Risk-weighted	Principal	Risk-weighted
	30.6.2025	assets	31.12.2024	assets
	RM'000	30.6.2025	RM'000	31.12.2024
		RM'000		RM'000
0%	626,029	-	693,044	-
20%	338,310	67,662	420,995	84,199
35%	383	134	403	141
50%	210,880	105,440	124,371	62,186
75%	476	357	1,863	1,397
100%	3,279,532	<u>3,279,532</u>	3,405,005	<u>3,405,005</u>
Total risk-weighted assets for credit risk		3,453,125		3,552,928
Total risk-weighted assets for market risk		2,682		3,885
Total risk-weighted assets for operational risk		<u>157,169</u>		<u>213,481</u>
Total risk-weighted assets		<u>3,612,976</u>		<u>3,770,294</u>

30. Significant related party transactions and balances

For the purposes of the financial statements, parties are considered to be related if one party has the ability to control or jointly control the other party or exercise significant influence over the other party in making financial or operating decisions, or if one other party controls both or exercises significant influence over both.

Related parties of the Group and Bank consists of ultimate holding company, subsidiary, subsidiary of ultimate holding company and key management personnel.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly. The key management personnel include all directors of the Bank, the Chief Executive Officer ("CEO") and Deputy CEO.

(i) Related party transactions

	Group		Bank	
	30.06.2025	31.12.2024	30.06.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Cash and short-term funds				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>12,978</u>	<u>9,683</u>	<u>12,978</u>	<u>9,683</u>
 Subsidiary				
BBL Nominees (Tempatan)				
Sdn Bhd	<u>-</u>	<u>-</u>	<u>2,020</u>	<u>2,474</u>
 Subsidiary of Bangkok Bank				
Public Company Limited				
PT Bank Permata TBK	<u>45</u>	<u>54</u>	<u>45</u>	<u>54</u>
 Deposits from Customers				
Key management personnel	<u>2,650</u>	<u>8,095</u>	<u>2,650</u>	<u>8,095</u>
 Deposits and placements				
from banks and other				
financial institutions				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	<u>128,406</u>	<u>202,714</u>	<u>128,406</u>	<u>202,714</u>

30. Significant related party transactions and balances (cont'd.)

(i) Related party balances (cont'd.)

	Group		Bank	
	30.6.2025	31.12.2024	30.6.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Commitments				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited	426,283	454,208	426,283	454,208
Subsidiary of Bangkok Bank				
Public Company Limited				
PT Bank Permata TBK	-	831	-	831

(ii) Related party transactions

	Group and Bank			
	Second Quarter Ended		Cumulative 6 Months Ended	
	1.4.2025	1.4.2024	1.1.2025	1.1.2024
	to	to	to	to
	30.6.2025	30.6.2024	30.6.2025	30.6.2024
	RM'000	RM'000	RM'000	RM'000
Interest Income				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	118	112	210	246
Interest Expense				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	1,145	2,263	2,762	3,818
Key management personnel	22	165	91	183
Administrative Expenses				
Ultimate Holding Company				
Bangkok Bank Public				
Company Limited and its				
branches	221	199	586	586

31. Credit exposures to connected parties

The credit exposures of the Bank to connected parties, as defined in Bank Negara Malaysia's "Guidelines on Credit Transactions and Exposures with Connected Parties" are as follows:

Group and Bank

	Group and Bank	
	30.6.2025	31.12.2024
	RM'000	RM'000
Outstanding Credit exposures with connected parties	11,633	11,489
Total credit exposures	2,798,479	2,923,545
Total exposure to connected parties as % of total outstanding credit exposures	<u>0.41%</u>	<u>0.39%</u>

There are currently no exposures to connected parties which are classified as impaired.